CITY OF RIO RANCHO GENERAL FUND SUMMARY

For the period of 7-01-07 to 06-30-08

	FY 2007	FY 2008	Percentage
	Actual	Budget	Change
Beginning Fund Balance	\$ 14,314,739	\$ 12,913,295	-9.79%
Revenues			
Property Tax	7,402,161	7,743,173	4.61%
Gross Receipts Tax	32,997,897	31,022,462	-5.99%
Franchise Fees	2,638,959	2,788,974	5.68%
Licenses and Permits	375,559	358,048	-4.66%
FEMA Reimbursement	1,077,060	967,064	-10.21%
Grants	659,302	1,150,661	74.53%
State Shared Taxes	277,940	283,726	2.08%
General Government	2,918,240	2,503,577	-14.21%
Public Safety	1,621,582	1,518,540	-6.35%
Culture and Recreation	723,386	865,031	19.58%
Fines and Forfeitures	1,068,457	1,091,086	2.12%
Other Miscellaneous Revenue	2,026,361	2,352,755	16.11%
Total Revenues	53,786,904	52,645,097	-2.1%
Other Financing Sources			
Transfer In	362,794	102,850	-71.65%
Total	68,464,437	65,661,242	-4.1%
Expenditures			
Personal Services	30,799,024	36,859,339	19.68%
Materials and Services	9,537,875	12,884,896	35.09%
Capital Outlay	921,885	276,590	-70.00%
Encumbrances and Projects	1,644,004	-,	
Total Expenditures	42,902,788	50,020,825	16.6%
Other Financing Sources			
Transfer Out	12,648,354	8,243,626	-34.82%
Ending Fund Balance			
Unreserved	9,338,063	3,228,389	-65.4%
Reserved	3,575,232	4,168,402	16.6%
Total Ending Fund Balance	12,913,295	7,396,791	-42.7%
Total	68,464,437	65,661,242	-4.1%

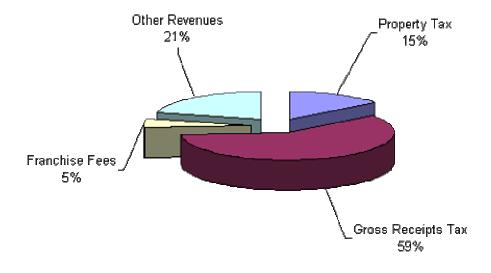
	FY 05	Revenue	Detail			
	Actual	FY 06 Actual	FY 07 Actual	FY 08 Adopted	Variance FY08 - FY07 Increase (Decrease)	% Change FY08 / FY07 Increase (Decrease)
Taxes						
Property Tax	\$ 5,631,580	\$ 6,208,275	\$ 7,402,161	\$ 7,743,173	\$341,012	5%
Gross Receipts	20,644,919	26,305,369	32,997,897	31,022,462	(1,975,435)	-6%
Franchise Fees	2,191,283	2,374,098	2,638,958	2,788,974	150,016	6%
Total Taxes	28,467,782	34,887,742	43,039,016	41,554,609	6,666,867	15%
Licenses and Permits	388,605	379,136	75,558	358,048	(17,510)	-5%
Intergovernmental						
Federal Grants	63,567	46,754	1,085,652	1,943,294	857,642	79%
State Grants	21,240	-	650,710	174,431	(476,279)	-73%
State Shared Taxes	254,045	272,175	277,941	283,726	5,785	2%
Total Intergovernmental	338,852	318,929	2,014,303	2,401,451	387,148	19%
Charge for Services						
General Government	3,527,700	4,903,217	2,918,240	2,503,577	(414,663)	-14%
Public Safety	1,423,775	1,601,331	1,621,581	1,518,540	(103,041)	-6%
Cultural/Recreation	615,234	758,690	723,387	865,031	141,644	20%
Total Charge for Services	5,566,709	7,263,238	5,263,208	4,887,148	(376,060)	-7%
Fines and Forfeitures	64,830	992,177	1,068,457	1,091,086	22,629	2%
Miscellaneous						
Interest Income	64,828	375,885	706,532	750,000	43,468	6%
Rents and Royalties	9,787	17,731	15,758	5,500	(10,258)	-65%
Contributions/Donations	42,370	(11,370)	-	-	-	0%
Reimbursements	37,018	1,267,772	1,205,170	1,535,629	330,459	27%
Other Miscellaneous	93,902	122,545	98,901	61,626	(37,275)	-38%
Total Miscellaneous Revenue	1,147,905	1,772,563	2,026,361	2,352,755	580,192	29%
Other Sources Interfund Operating Transfer	90,315	121,771	362,794	102,850	(259,944)	-72%
Total General Fund	\$ 6,964,998	\$ 45,735,556	\$ 54,149,697	\$ 52,747,947	\$ 7,012,391	13%

		General F	, ,			
		Expenditure	s by Object			
					Variance	% Change
					FY08 - FY07	FY08 / FY07
	FY 05	FY 06	FY 07	FY 08	Increase	Increase
	Actual	Actual	Actual	Adopted	(Decrease)	(Decrease)
Operating Expenditures						
Personal Services						
Wages & Salaries	\$ 16,137,483	\$ 19,677,257	\$ 22,394,982	\$ 25,930,422	\$ 3,535,440	16%
Fringe Benefits	5,650,704	6,803,985	8,404,042	10,928,917	2,524,875	30%
Total Personal Services	21,788,187	26,481,242	30,799,024	36,859,339	6,060,315	20%
Materials & Services						
Professional Services	637,920	613,055	631,616	1,024,144	392,528	62%
Other Services	597,623	871,307	1,665,348	2,706,992	1,041,644	63%
Programs	282,618	68,063	53,108	59,363	6,255	12%
Advertising	62,681	93,728	100,438	140,275	39,837	40%
Membership/Subscriptions	104,296	106,077	122,285	175,175	52,890	43%
Travel	93,638	117,772	106,448	281,691	175,243	165%
Training	112,469	144,221	181,459	253,933	72,474	40%
Printing	366,146	217,278	133,071	150,051	16,980	13%
Postage	61,998	70,867	63,444	90,507	27,063	43%
Leases and Rentals	341,483	397,228	463,044	647,578	184,534	40%
Repair & Maintenance	265,132	608,719	813,999	1,138,792	324,793	40%
Fleet Maintenance	569,385	649,471	567,421	686,815	119,394	21%
Gas & Oil	407,487	592,489	706,452	708,016	1,564	0%
Utilities (1)	,022,292	1,242,846	1,323,968	1,705,022	381,054	29%
Communications (2)	80,594	121,609	215,968	246,081	30,113	14%
Protective Clothing/Uniforms	40,434	52,784	189,941	128,653	(61,288)	-32%
Supplies	554,383	676,390	927,946	1,402,556	474,610	51%
Minor Furniture & Equipment	255,688	467,345	697,916	787,383	89,467	13%
Other Costs	873,996	1,078,277	501,616	551,869	50,253	10%
Total Material & Services	,730,263	8,189,526	9,465,488	12,884,896	3,419,408	36%
Total Operating Expenditures	8,518,450	34,670,768	40,264,512	49,744,235	9,479,723	24%
G 110 4						
Capital Outlay	060 710	272 244	220.240	100.000	(000.040)	710
Capital Projects-Infrastructure	260,713	372,344	339,240	100,000	(239,240)	-71%
Vehicles & Heavy Equipment	727,262	843,996	302,878	19,340	(283,538)	-94%
Major Furniture & Equipment	550,348	369,072	279,767	157,250	(122,517)	-44%
Total Capital Outlay	1,538,323	1,585,412	921,885	276,590	(645,295)	-70%
Other Uses						
Transfers	4,061,785	7,083,624	12,648,354	8,243,626	(4,404,728)	-35%
Balances & Reserves	4,596,649	5,362,767	12,981,291	7,396,791	(5,584,500)	-43%
Total Other Uses	8,658,434	12,446,391	25,629,645	15,640,417	(9,989,228)	-39%
Total Expenditures	\$ 38,715,207	\$ 48,702,571	\$ 66,816,042	\$ 65,661,242	\$ (1,154,800)	-2%

⁽¹⁾ Includes: Telephone services, Water, Wastewater, Gas & Electric services

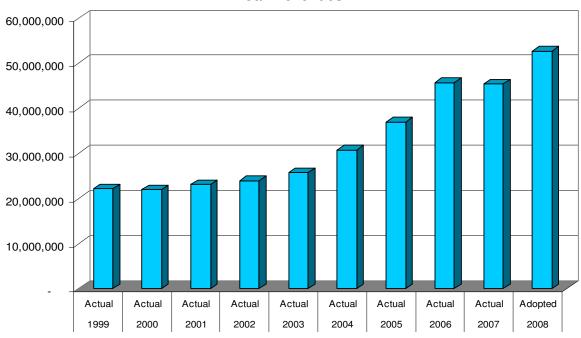
⁽²⁾ Includes: Long Distance Telephone, Cellular Phone services & Pagers

FISCAL YEAR 2008 GENERAL FUND Revenue Budget by Category

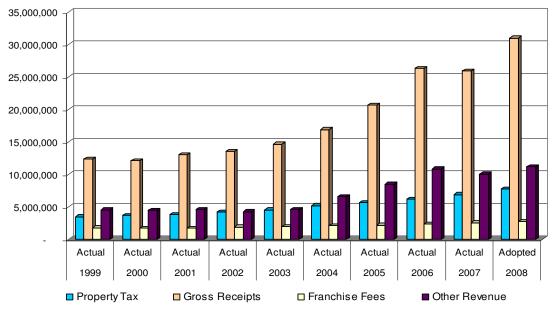


Property Tax	\$ 7,743,173
Gross Receipts Tax	31,022,462
Franchise Fees	2,788,974
Other Revenues	 11,193,338
Total Revenue	\$ 52,747,947

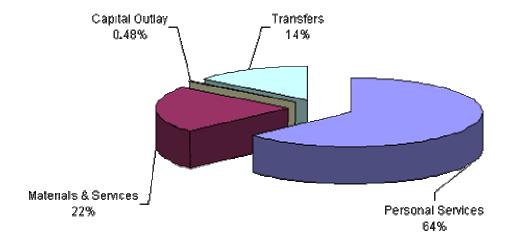
General Fund Total Revenues





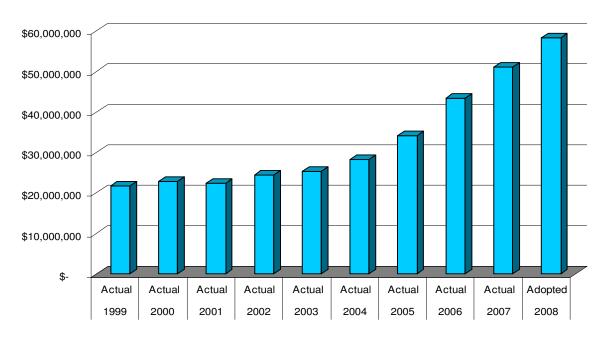


FISCAL YEAR 2008 GENERAL FUND Expenditure Budget by Category

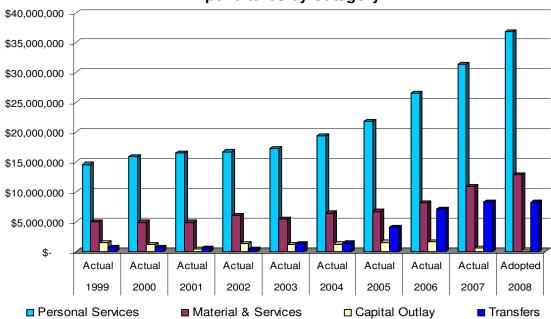


Personal Services	\$ 36,859,339
Materials & Services	12,884,896
Capital Outlay	276,590
Transfers	8,243,626
Total Expenditures	\$ 58,264,451

General Fund Total Expenditures







GENERAL FUND REVENUES

The General Fund provides the principal funding for local government operations. Most of the General Fund revenues come from three principle sources: gross receipts taxes (GRT), property taxes, and franchise fees. The balance comes from a variety of other sources such as licenses and permits, grants, state shared taxes, general government, public safety revenues, and transfers from previous year fund balances.

Gross Receipts Tax

Gross receipts tax (GRT) revenue is very sensitive to the performance of the local economy, which can create revenue problems. During the early 1990's, the annual growth of GRT revenues was over 20% per year. However; in the late 1990's this growth slowed to about 5% per year due to the loss of retail trade to Albuquerque. GRT revenues have been extremely strong from FY 2003 through FY 2006 primarily related to increased construction activity.

City of Rio Rancho - New Mexico Gross Receipts Taxes Received by Type of Trade Last Five Fiscal Years								
	2003	2004	2005	2006	2007	%		
Construction	\$ 3,418,715	\$ 4,341,047	\$ 7,065,064	\$10,712,732	\$14,649,571	36.75%		
	22.79%	24.75%	33.01%	41.00%	41.00%			
Manufacturing	215,734	271,061.0	262,383	274,193	417,349	52.21%		
	1.44%	1.55%	1.23%	1.05%	1.05%			
TCU	2,073,590	2,364,995.0	2,122,506	2,781,520	2,931,265	5.38%		
	13.82%	13.48%	11.83%	10.62%	10.62%			
Wholesale	255,551	293,172.0	320,639	372,193	317,612	14.66%		
	1.70%	1.67%	1.50%	1.42%	1.42%			
Retail	5,516,262	5,744,612.0	7,303,367	8,832,693	11,757,514	33.11%		
	36.77%	32.75%	28.40%	33.72%	33.72%			
FIRE	271,248	281,750.0	400,460	935,728	940,101	0.47%		
	1.81%	1.61%	1.87%	3.57%	3.57%			
Services	3,250,395	4,243,773.0	3,925,792	4,283,611	5,120,893	19.55%		
	21.65%	24.19%	22.15%	16.35%	16.35%			
Others/Adjust.	(338,543)	(617,796.0)	(755,295)	(2,000,486)	(3,136,407)	56.78%		
	-2.26%	-3.52%	-3.53%	7.64%	7.64%			
Total	\$15,001,496	\$17,540,411	\$20,644,917	\$26,192,185	\$32,997,899	25.98%		
	100.00%	100.00%	100.00%	100.00%	100.00%			

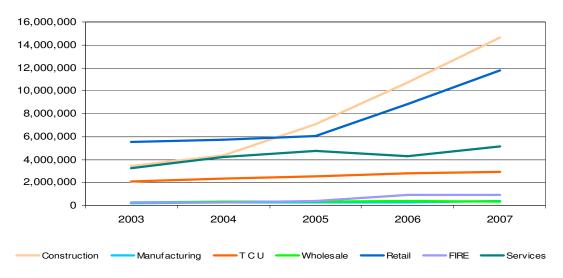
FIRE; Financial institutions and real estate

T C U: Transportation, Communication and Utility

Source: State of New Mexico, Department of Taxation and Revenue

The following table is a breakdown of Gross Receipts Taxes received by type of trade.



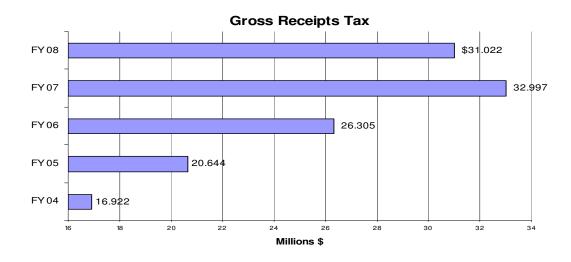


The following table shows the total taxable reported and taxable retail gross receipts reported in Rio Rancho, Sandoval, and New Mexico. In 2005 the State of New Mexico enacted law that removed gross receipts tax from food and medical services. In doing so, the State of New Mexico held cities harmless against gross receipts revenue loss as a result of the new legislation. The taxable retail gross receipts reported in this table includes food and medical services.

City of Rio Rancho, Sandoval County and State of New Mexico Total Taxable Reported and Taxable Retail Gross Receipts								
	City of Ri	o Rancho	Sandova	I County	New M	Mexico		
Year	Total	Retail	Total	Retail	Total	Retail		
2000	\$ 571,207,671	\$ 206,262,448	\$ 813,666,976	\$ 246,588,759	\$ 33,599,207,970	\$ 12,524,854,414		
2001	565,064,206	220,137,399	1,135,902,255	281,099,052	35,256,294,476	12,748,398,018		
2002	565,213,470	211,552,575	1,152,179,817	258,597,781	31,894,532,644	12,590,076,566		
2003	597,391,195	224,339,419	865,110,895	278,952,324	35,935,806,959	13,131,067,140		
2004	674,797,016	216,071,518	970,000,078	282,039,907	38,401,815,633	12,118,078,701		
2005	844,433,172	232,785,620	1,147,887,461	320,635,996	42,033,856,256	12,570,490,318		
2006	1,222,213,631	275,092,682	1,790,289,242	344,314,259	46,727,075,797	11,842,128,858		

Source: State of New Mexico, Taxation & Revenue Department and UNM Bureau of Business and Economic Research, Jun 2007

The City's **Gross Receipts Tax** (**GRT**) revenues are derived from local options imposed by ordinance and state-shared distributions. The GRT is the most important revenue source for the City comprising of 45 percent of total General Fund revenues. Construction activity has been strong from FY03 through FY06 due to the slowed economy and lowered interest rates.



	NEW MEXICO GROSS RECEIPTS TAX RATE							
		N.M.G.R.T.			MUNICIPAL G.R.T.		Total	
		To Rio Rancho	To State	Total	Sandoval County	Rio Rancho	G.R. Tax	
7/1/1982	(1)	1.35%	2.15%	3.50%		0.50%	4.00%	
7/1/1983	(2)	1.35%	2.40%	3.75%		0.75%	4.50%	
7/1/1984		1.35%	2.40%	3.75%	0.125%	0.75%	4.625%	
7/1/1985	(3)	1.35%	2.40%	3.75%	0.125%	1.00%	4.875%	
7/1/1985	(3)	1.35%	2.40%	3.75%	0.125%	1.50%	5.375%	
7/1/1990	(4)	1.35%	3.15%	4.50%	0.125%	1.50%	6.125%	
1/1/1991	(5)	1.35%	3.15%	4.50%	0.25%	1.50%	6.25%	
7/1/1991	(3)	1.35%	3.15%	4.50%	0.25%	1.25%	6.00%	
1/1/1992	(6)	1.35%	3.15%	4.50%	0.25%	1.4375%	6.1875%	
8/1/1992	(7)	1.225%	3.275%	4.50%	0.25%	1.4375%	6.1875%	
1/1/2005	(8)	1.225%	3.775%	5.00%	0.25%	1.4375%	6.6875%	

Note: Rio Rancho incorporated as a City on September 6, 1980, but it was not "officially" incorporated for tax distribution purposes until March, 1981. On 7/1/81 the State of New Mexico lowered the state-wide gross receipts tax rate from 3.75% to 3.50%. This allowed municipalities to add 3/4% of 1% additional 1/4% increments. This 3/4% of 1% additional is known as the "Municipal Gross Receipts Tax.".

- (1) City of Rio Rancho enacted two 1/4% increments (i.e. 1/2 of 1%) on July 1, 1982.
- Effective July 1, 1982, the N.M. Gross Receipts Tax was increased 3.75% from 3.5%. The City imposed an increment of 1/4% on July 1, 1983. Receipts of additional 1/4% commenced approximately September 10, 1983.

 Allowable municipal rate increased to 1 1/4%, and a Special Municipal Gross Receipts Tax was authorized. The Special
- (3) Municipal Gross Receipts Tax now deemed to be an imposition of a Municipal Gross Receipts Tax by Section 7-19A-3 (G) NMSA 1978. The authority to impose the Special Municipal Gross Receipts Tax of 1/4% expired on 6-30-91, except for municipalities who have issued bonds secured by such tax, which Rio Rancho had not done.
- (4) The State rate was increased to 4.5% to fund salary increases for teachers and to fund environment issues.
- (5) The County increased its rate by .125% for the Indigent
- Fund.
- (6) The City of Rio Rancho increased its rate by 3/16%: 1/16% for environmental, and 2/16% for infrastructure.
- (7) The State reduced the amount to cities from the N.M. Gross Receipts Tax by 1/8% effective August 1, 1992.
- (8) The State removed the tax on certain food items and medical services (cities held harmless) and removed the .50% credit to municipalities.

Property Tax

Property taxes are a large source of General Fund revenue and generated over \$7.1 million in FY 2007. Residential and non-residential properties in Rio Rancho are valued at over \$1,045 million. The City's General Fund only receives a portion of the total property tax revenues based on the residential and the non-residential mill levy reserved for local government operations. The remaining property tax revenues are apportioned to the county, the school district, and debt service funds. The City has the option to increase property taxes through the creation of a General Obligation (G.O.) bonding cycle to fund high priority capital improvements projects. Residential property tax valuations are continuing to increase while non-residential property taxes decrease due to personal property depreciation.

Tax Base

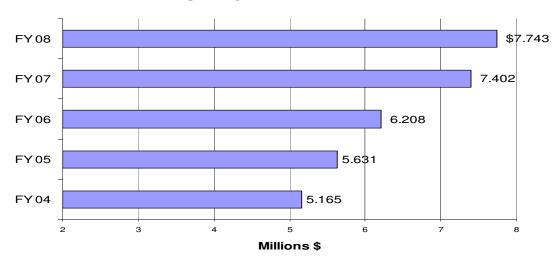
Assessed Valuation of property within the City is calculated as follows: Of the total estimated actual valuation of all taxable property in the City, 33 1/3% is legally subject to ad valorem taxes. After deduction of certain personal exemptions, the 2006 Assessed Valuation is \$1,249,698,534. The actual value of personal property within the City (see "Assessments" below) is determined by the County Assessor. The actual value of certain corporate property within the City (see "Centrally Assessed" below) is determined by the State of New Mexico, Taxation and Revenue Department, Property Tax Division. The analysis of Assessed Valuation follows:

Residential and Non-Residential Valuations							
		Tax Year		Tax Year	Tax Year	Tax Year	
		2003		2004	2005	2006	
Rio Rancho/Sandoval							
Residential	\$	686,465,019	\$	745,551,833	\$ 834,598,623	\$ 1,021,116,289	
Non-Residential		171,784,690		173,932,412	203,812,017	228,582,245	
Total Sandoval	\$	858,249,709	\$	919,484,245	\$ 1,038,410,640	\$ 1,249,698,534	
Rio Rancho/Bernalillo							
Residential		-		-	-	-	
Non-Residential	\$	3,702,426	\$	5,562,577	\$ 6,853,038	\$ 6,902,342	
Total Bernalillo	\$	3,702,426	\$	5,562,577	\$ 6,853,038	\$ 6,902,342	
Total Valuation	\$	861,952,135	\$	925,046,822	\$ 1,045,263,678	\$ 1,256,600,876	

Source: County Treasure Office (Sandoval and Bernalillo)

As depicted below, this revenue source continues to increase as the valuation of real property in the City increases.

Property Tax Revenues



Tax Rates

The following table summarizes the tax levy on residential property for 2005-2006 Fiscal Year and the previous four years.

City of Rio Rancho - New Mexico Property Tax Rates Direct and Overlapping Government Last Ten Fiscal Years								
Fiscal Year	General Fund	Debt Service Fund	Total City	State	County	School District	TVI*	Total
1997	6.094	1.000	7.094	1.347	5.549	11.129	2.799	27.918
1998	6.215	1.315	7.530	1.438	5.773	11.135	2.862	28.738
1999	5.690	1.144	6.834	1.482	5.126	10.586	2.427	26.455
2000	5.816	1.140	6.956	1.529	5.516	10.735	2.989	27.725
2001	5.917	1.140	7.057	1.765	5.620	10.762	3.008	28.212
2002	5.983	2.000	7.983	1.123	5.713	10.750	3.008	28.577
2003	6.227	2.074	8.301	1.520	5.759	10.758	3.011	29.349
2004	6.300	2.067	8.367	1.028	6.940	10.760	3.019	30.114
2005	6.286	2.067	8.353	1.234	6.384	10.756	3.038	29.765
2006	6.138	1.826	7.964	1.291	6.271	10.704	3.027	29.257

Source: State of New Mexico Department of Finance and Administration

History of Assessed Valuation

The following is a five-year history of assessed valuation for the City of Rio Rancho and Sandoval County.

Тах	City of	Sandoval
Year	Rio Rancho	County
2006	\$ 1,249,698,534	\$ 2,087,630,700
2005	1,038,410,640	1,796,081,781
2004	919,484,245	1,589,098,941
2003	858,249,709	1,506,824,794
2002	811,480,163	1,425,698,630
2001	765,460,267	1,339,176,838

Source: State of New Mexico, Taxation & Revenue Department

Major Taxpayers:

The ten largest taxpayers have a combined assessed valuation of \$49,551,859, which represents 4.84% of the 2005 Assessed Valuation. Property taxes are current for these taxpayers. This table is useful in assessing the concentration risk of the tax base.

City of Rio Rancho, New Mexico Principal Property Tax Payers 2005						
	2005					
Percent of Total Tax Payer Taxable Assessed Value Taxable Valuation						
PNM Electrical Services	\$ 15,268,948	1.49%				
Presbyterian Healthcare	6,123,432	0.60%				
G & I III Pinnacle High Resort	5,950,897	0.58%				
Qwest	5,040,773	0.49%				
PNM Gas Services	4,403,918	0.43%				
Leisure Care, Inc.	3,098,353	0.30%				
U. S. Cotton	2,826,114	0.28%				
Meadowlark Apartments	2,536,400	0.25%				
Fulcrum Building LLC	2,259,561	0.22%				
Target	2,043,463	0.20%				
Total	\$ 49,551,859	4.84%				

Source: Sandoval County Assessor's Office

Note: The fiscal year for collection is November through October.

This schedule uses the 2005 collection year information.

Tax Collections

General (ad valorem) taxes for all units of government are collected by the County Treasurer and distributed monthly to the various political subdivisions to which they are due.

Property taxes are due in two installments. The first half installment is due on November 10 and becomes delinquent on December 10. The second half installment is due on April 10 and becomes delinquent on May 10. Collection statistics for all political subdivisions for which each county treasurer collects taxes are as follows:

	City of Rio Rancho, New Mexico Property Tax Levies and Collections Last Ten Fiscal Years										
Fiscal Year	Taxes Levied for the Fiscal Year (A)	Amount (A)	Percentage	Delinquent Tax Collection (A)	Total Tax Collection	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Outstanding Delinquent Taxes to Total Tax Levy			
1996	\$3,565,762	\$3,565,035	100%	\$0	\$3,565,035	100%	\$727	0%			
1997	3,687,457	3,685,507	100%	3	3,685,510	100%	1,947	0%			
1998	4,300,923	4,298,296	100%	116	4,298,412	100%	2,511	0%			
1999	4,427,924	4,423,642	100%	813	4,424,455	100%	3,469	0%			
2000	4,765,427	4,758,187	100%	2,337	4,760,524	100%	4,903	0%			
2001	5,162,406	5,152,438	100%	4,742	5,157,180	100%	5,226	0%			
2002	6,274,889	6,253,030	100%	12,696	6,265,726	100%	9,163	0%			
2003	6,935,320	6,868,363	99%	46,857	6,915,220	100%	20,101	0%			
2004	7,558,650	7,299,238	97%	191,081	7,490,320	99%	68,330	1%			
2005	8,454,578	8,135,231	96%	-	8,135,231	96%	319,348	4%			

Source: Sandoval County Treasurer's Office

(A) - Subject to change each day due to additions and deletions of levied and collected amounts.

Interest on Delinquent Taxes

Pursuant to Section 7-38-49, NMSA 1978, if property taxes are not paid for any reason within 30 days after the date they are due, interest on the unpaid taxes shall accrue from the 30th day after they are due until the date they are paid. Interest accrues at the rate of one percent per month or any fraction of a month.

Penalty for Delinquent Taxes.

Pursuant to Section 7-38-50, NMSA 1978, if property taxes become delinquent, a penalty of one percent of the delinquent tax for each month, or any portion of a month, they remain unpaid must be imposed, but the total penalty shall not exceed five percent of the delinquent taxes. The minimum penalty imposed is \$5.00. A county can suspend application of the minimum penalty requirement for any tax year. If property taxes become delinquent because of intent to defraud by the property owner, 50 percent of the property tax due or \$50.00, whichever is greater, shall be added as a penalty.

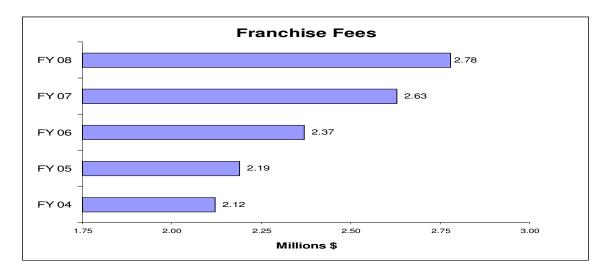
Remedies Available for Non-Payment of Taxes

Pursuant to Section 7-38-47, NMSA 1978, property taxes are the personal obligation of the person owning the property on the date in which the property was subject to valuation for property taxation purposes. A personal judgment may be rendered against the taxpayer for payment of taxes that are delinquent, together with any penalty and interest on the delinquent taxes.

Taxes on real property are a lien against the real property. Pursuant to Section 7-38-65, NMSA 1978, delinquent taxes on real property may be collected by selling the real property on which taxes are delinquent.

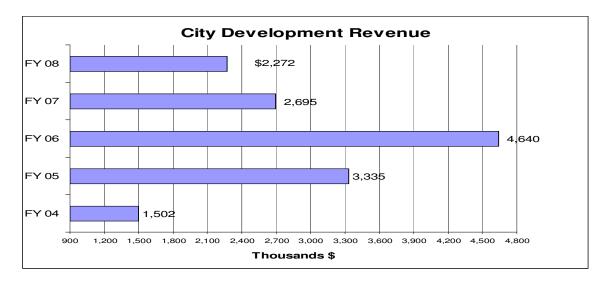
Franchise Fees

Franchise fees represent the third largest category of revenues in the General Fund, with over \$2.55 million in fees received in FY 2007. These fees are assessed on providers of waste collection, cable TV, water and wastewater, electricity, natural gas, and telephone service, with PNM Electric accounting for 45.2% of total franchise revenues. Trends for electric, gas, and water Franchise Fees are affected by changes in weather. For FY08 are estimated to increase by 5.7%.



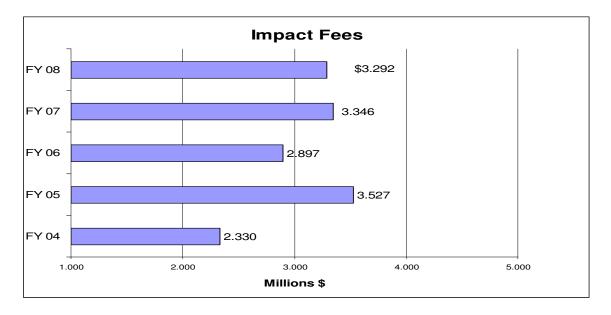
City Development Revenue

This is an important component of General Fund revenues due to the City's housing growth. As depicted in the table, the high volume of construction activity dramatically increased revenues of FY06 and slowed in FY07.



Impact Fees

Impact fees are classified as Special Funds and are an important source of funding for capital improvements. The City adopted an impact fee ordinance in 1995 in accordance with the state enabling legislation on impact fees. The legislation required that impact fees be assessed on new development for specified categories of infrastructure in order to pay the fair share of the costs of growth. The City assesses impact fees for both residential and nonresidential properties. The City also passed impact fee ordinances to increase impact fees over a three-year period beginning in May, 2006.



FY 2008 GENERAL FUND SUMMARY BUDGET

By Department/Cost Center/Category

FY 2005 FY 2006

	FY 2005			FY 2006		FY 2007	FY 2008		
Department/Division		Actual		Actual		Actual		Adopted	
City Manager									
Personal Services	\$	242,520	\$	244,040	\$	524,321	\$	356,530	
Material and Services	Ψ	261,240	Ψ	263,245	Ψ	380,235	Ψ	678,577	
Total	\$	503,760	\$	507,285	\$	904,556	\$	1,035,107	
Total	Ψ	303,700	Ψ	307,203	Ψ	704,550	Ψ	1,033,107	
Communications & Civic Outreach									
Personal Services		\$	-	\$ -	:	\$ -	\$	75,068	
Material and Services		-	-	-		-		84,859	
Total		\$	-	\$ -	:	\$ -	\$	159,927	
Mayor									
Personal Services	\$	12,423	\$	20,360	\$	39,676	\$	42,246	
Material and Services		17,171		15,023		34,941		107,912	
Total	\$	29,594	\$	35,383	\$	74,617	\$	150,158	
Total Administration	\$	533,354	\$	542,668	\$	979,173	\$	1,345,192	
Fiduciary									
Personal Services	\$	(157,247)	\$	(161,000)	\$	(231,704)	\$	165,336	
Material and Services	Ψ	302,833	Ψ	238,800	Ψ	423,059	Ψ	236,800	
Capital Outlay		13,896		230,000		123,037		230,000	
Transfers to Other Funds		4,061,785		7,083,624		12,648,354		8,243,626	
Total Fiduciary	\$	4,221,267	\$	7,161,424	\$1	2,839,709	\$	8,645,762	
City Council									
Personal Services	\$	37,296	\$	48,276	\$	77,835	\$	86,859	
Material and Services	Ф	72,342	Ф	79,696	Ф	79,959	Ф	108,938	
Total City Council		109,638	\$	127,972	\$	157,794	\$	195,797	
	·	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	·	,	·	, ,	·	, .	
City Clerk									
Personal Services	\$	184,803	\$	200,579	\$	204,224	\$	241,070	
Material and Services		18,661		78,321		85,361		248,836	
Capital Outlay		2,733		-		15,820		-	
Total City Clerk	\$	206,197	\$	278,900	\$	305,405	\$	489,906	
Municipal Court									
Municipal Court									
Personal Services	\$	535,671	\$	569,047	\$	613,666	\$	673,878	
Material and Services		139,807		140,125		205,625		274,624	
Capital Outlay		46,244		38,097		-		, -	
Total	\$	721,722	\$	747,269	\$	819,291	\$	948,502	
		,		,		,		,	

Department/Division	FY 2005 Actual			FY 2007 Actual			
Teen Court							
Material and Services	\$ 3,812	\$	1,031	\$	3,897	\$	_
Total	\$ 3,812	\$	1,031	\$	3,897	\$	-
Total Municipal Court	\$ 725,534	\$	748,300	\$	823,188	\$	948,502
Organization Support							
City Attorney							
Personal Services	\$ 338,950	\$	419,870	\$	457,547	\$	577,761
Material and Services	 61,761		74,327		60,114		83,505
Total	\$ 400,711	\$	494,197	\$	517,661	\$	661,266
Human Resources							
Personal Services	\$ 302,051	\$	366,861	\$	461,418	\$	495,840
Material and Services	98,463		174,703		207,994		512,169
Capital Outlay	 4,898		(1,000)		-		=
Total	\$ 405,412	\$	540,564	\$	669,412	\$	1,008,009
Total Organization Support	\$ 806,123	\$	1,034,761	\$	1,187,073	\$	1,669,275
Fiscal Services							
Administration							
Personal Services	\$ 128,744	\$	271,871	\$	309,236	\$	316,974
Material and Services	34,017		52,225		62,546		73,689
Total	\$ 162,761	\$	324,096	\$	371,782	\$	390,663
Accounting							
Personal Services	\$ 323,716	\$	309,372	\$	383,045	\$	653,095
Material and Services	71,762		82,425		82,453		107,853
Capital Outlay	 19,175		15,953		-		
Total	\$ 414,653	\$	407,750	\$	465,498	\$	760,948
Budget and Payroll							
Personal Services	\$ 81,930	\$	79,908	\$	-	\$	-
Material and Services	6,264		15,271		-		-
Capital Outlay	 1,276				-		
Total	\$ 89,470	\$	95,179	\$	-	\$	-
Purchasing							
Personal Services	\$ 125,354	\$	147,894	\$	167,502	\$	183,103
Material and Services	9,968		14,167		11,385		14,728
Capital Outlay	 2,854		<u>-</u>		<u>-</u>		<u>-</u>
Total	\$ 138,176	\$	162,061	\$	178,887	\$	197,831

Department/Division	FY 2005 Actual		FY 2006 Actual		FY 2007 Actual		
Motor Vehicle Division							
Personal Services	\$ 175,316	\$	180,411	\$	198,224	\$	225,499
Material and Services	3,670		4,900	·	4,428	·	10,200
Total	\$ 178,986	\$	185,311	\$	202,652	\$	235,699
Information Technologies							
Personal Services	\$ 236,768	\$	275,060	\$	315,119	\$	335,909
Material and Services	388,598		407,667		470,264		916,517
Capital Outlay	22,482		29,040		138,135		-
Total	\$ 647,848	\$	711,767	\$	923,518	\$	1,252,426
Total Fiscal Services	\$ 1,631,894	\$	1,886,164	\$	2,142,337	\$	2,837,567
Cultural Enrichment							
Administration							
Personal Services	\$ 368,859	\$	396,682	\$	436,867	\$	470,985
Material and Services	675,497		829,429		953,054		1,302,549
Capital Outlay	 9,312		=		=		-
Total	\$ 1,053,668	\$	1,226,111	\$	1,389,921	\$	1,773,534
Outdoor Aquatics							
Personal Services	\$ 218,899	\$	254,864	\$	226,517	\$	447,280
Material and Services	29,205		51,866		41,527		99,103
Capital Outlay	 2,780		-		5,352		-
Total	\$ 250,884	\$	306,730	\$	273,396	\$	546,383
Rio Rancho Aquatic Center							
Personal Services	\$ -	\$	-	\$	-	\$	249,380
Material and Services	 -		-		-		84,269
Total	\$ -	\$	-	\$	-	\$	333,649
Programming							
Personal Services	\$ 730,548	\$	848,001	\$	850,603	\$	915,276
Material and Services	227,798		260,476		300,362		439,865
Capital Outlay	 37,283		20,751		20,425		-
Total	\$ 995,629	\$	1,129,228	\$	1,171,390	\$	1,355,141
Special Events							
Personal Services	\$ 20,466	\$	51,515	\$	-	\$	-
Material and Services	 82,168		115,892		40		-
Total	\$ 102,634	\$	167,407	\$	40	\$	-
Parks & Facilities			0215-	.4	4.002.555		4.450
Personal Services	\$ 737,549	\$	894,503	\$	1,003,089	\$	1,169,634
Material and Services	310,102		427,529		497,856		643,125

Depositment/Division		FY 2005		FY 2006 Actual		FY 2007	FY 2008 Adopted	
Department/Division		Actual		Actual		Actual		Adopted
Capital Outlay		187,364		177,322		82,207		19,340
Total	\$	1,235,015	\$	1,499,354	\$	1,583,152	\$	1,832,099
Keep Rio Rancho Beautiful								
Personal Services	\$	104,770	\$	113,128	\$	100,568	\$	119,894
Material and Services		25,887		21,815		45,969		56,510
Capital Outlay		31		31		-		-
Total	\$	130,688	\$	134,974	\$	146,537	\$	176,404
Civic Outreach								
Material and Services	\$	2,826	\$	11,983	\$	62,529	\$	_
Total	\$	2,826	\$	11,983	\$	62,529	\$	-
Senior Services								
Personal Services	\$	290,030	\$	338,588	\$	338,964	\$	397,347
Material and Services		94,758	·	101,846	·	133,453	·	173,465
Capital Outlay		29,875		10,127		6,816		-
Total	\$	414,663	\$	450,561	\$	479,233	\$	570,812
Rio Transit Operations								
Personal Services	\$	237,230	\$	264,499	\$	276,227	\$	335,510
Material and Services		65,015	·	57,785	·	53,840	·	73,315
Capital Outlay		3,836		5,499		-		, -
Total	\$	306,081	\$	327,783	\$	330,067	\$	408,825
Library & Information Services								
Personal Services	\$	811,577	\$	1,000,971	\$	1,201,550	\$	1,739,242
Material and Services		101,920		156,475		226,007		286,633
Capital Outlay		45,560		78,988		, -		-
Total	\$	959,057	\$	1,236,434	\$	1,427,557	\$	2,025,875
Total Cultural Enrichment	\$	5,451,145	\$	6,490,565	\$	6,863,822	\$	9,022,722
Development Services								
Administration								
Personal Services	\$	216,654	\$	274,384	\$	287,021	\$	223,491
Material and Services	7	234,638	-	161,276	7	183,323	-	387,898
Capital Outlay				14,646				-
Total	\$	451,292	\$	450,306	\$	470,344	\$	611,389
Zoning								
Personal Services	\$	225,493	\$	235,068	\$	242,060	\$	544,226
Material and Services	Ψ	5,389	Ψ	37,290	Ψ	31,037	Ψ	6,565
Total	-\$	230,882	\$	272,358	\$	273,097	\$	550,791
		,		,		. ,		- ,

Department/Division	FY 2005 Actual	FY 2006 Actual	FY 2007 Actual	FY 2008 Adopted
Building Inspection				
Personal Services	\$ 388,836	\$ 646,487	\$ 760,248	\$ 1,174,929
Material and Services	36,375	55,786	79,873	79,880
Capital Outlay	 50,679	69,291	243	-
Total	\$ 475,890	\$ 771,564	\$ 840,364	\$ 1,254,809
Planning				
Personal Services	\$ 256,626	\$ 217,299	\$ 319,411	\$ 367,404
Material and Services	25,064	220,533	82,840	177,705
Capital Outlay	 1,549	-	-	30,250
Total	\$ 283,239	\$ 437,832	\$ 402,251	\$ 575,359
Community Development				
Personal Services	\$ 56,254	\$ 93,388	\$ 138,153	\$ 171,168
Material and Services	139,210	187,890	110,105	56,750
Total	\$ 195,464	\$ 281,278	\$ 248,258	\$ 227,918
Total Development Services	\$ 1,636,767	\$ 2,213,338	\$ 2,234,314	\$ 3,220,266
Public Infrastructure				
Administration				
Personal Services	\$ 79,045	\$ 131,850	\$ 134,528	\$ 134,811
Material and Services	4,818	8,111	7,779	18,846
Capital Outlay	 1,276	-	-	-
Total	\$ 85,139	\$ 139,961	\$ 142,307	\$ 153,657
Building Maintenance				
Personal Services	\$ 326,385	\$ 348,906	\$ 387,944	\$ 292,549
Material and Services	215,857	270,693	240,878	408,993
Capital Outlay	 31,392	47,279	4,092	100,000
Total	\$ 573,634	\$ 666,878	\$ 632,914	\$ 801,542
Custodial				
Personal Services	\$ 245,128	\$ 262,674	\$ 275,800	\$ 331,429
Material and Services	35,673	39,396	61,557	67,770
Capital Outlay	 3,000	43,062	-	-
Total	\$ 283,801	\$ 345,132	\$ 337,357	\$ 399,199
Fleet Maintenance				
Personal Services	\$ 248,625	\$ 323,616	\$ 335,246	\$ 364,124
Material and Services	128,995	53,587	40,411	65,800
Capital Outlay	 30,855	27,519	19,074	-
Total	\$ 408,475	\$ 404,722	\$ 394,731	\$ 429,924

Department/Division		FY 2005 Actual		FY 2006 Actual		FY 2007 Actual		FY 2008 Adopted
Streets and Rows								
Personal Services	\$	1,300,233	\$	1,474,648	\$	1,768,064	\$	2,181,055
Material and Services	T	838,593	_	1,069,230	_	1,036,801	_	1,412,862
Capital Outlay		383,819		378,981		53,952		-,,
Total	\$	2,522,645	\$	2,922,859	\$	2,858,817	\$	3,593,917
Engineering								
Personal Services	\$	611,083	\$	863,257	\$	966,242	\$	1,539,593
Material and Services		155,936		155,340		429,547		453,813
Capital Outlay		173,335		185,684		89,283		18,000
Total	\$	940,354	\$	1,204,281	\$	1,485,072	\$	2,011,406
Total Public Infrastructure	\$	4,814,048	\$	5,683,833	\$	5,851,198	\$	7,389,645
Department of Public Safety								
Administrative Services								
Personal Services	\$	401,959	\$	475,328	\$	558,393	\$	555,146
Material and Services		814,360		835,426		997,842		1,191,485
Capital Outlay		7,463		86,002		36,126		-
Total	\$	1,223,782	\$	1,396,756	\$	1,592,361	\$	1,746,631
Communications								
Personal Services	\$	1,257,441	\$	1,495,063	\$	1,635,503	\$	1,877,653
Material and Services		85,329		65,687		82,741		86,654
Capital Outlay		47,912						
Total	\$	1,390,682	\$	1,560,750	\$	1,718,244	\$	1,964,307
Animal Control								
Personal Services	\$	397,151	\$	557,299	\$	604,420	\$	663,505
Material and Services		66,872		76,324		75,965		117,913
Capital Outlay		15,925		65,839		192,199		-
Total	\$	479,948	\$	699,462	\$	872,584	\$	781,418
Code Enforcement								
Personal Services	\$	233,211	\$	304,564	\$	334,885	\$	360,616
Material and Services		12,666		26,600		22,397		51,480
Capital Outlay		-		31,533		-		-
Total	\$	245,877	\$	362,697	\$	357,282	\$	412,096
Law Enforcement								
Personal Services	\$	6,184,201	\$	7,485,567	\$	8,608,662	\$	9,102,273
Material and Services		422,589		770,465		875,310		850,986
Capital Outlay		8,713		127,308		109,194		-
Total	\$	6,615,503	\$	8,383,340	\$	9,593,166	\$	9,953,259

Department/Division		FY 2005 Actual		FY 2006 Actual		FY 2007 Actual		FY 2008 Adopted
Training								
Personal Services	\$	307,276	\$	310,548	\$	221,628	\$	169,660
Material and Services		100,660		98,620		92,738		117,482
Capital Outlay		1,148		-		-		-
Total	\$	409,084	\$	409,168	\$	314,366	\$	287,142
Total Department of Public Safety	\$10,364,876		\$12,812,173		\$14,448,003		\$15,144,853	
Department of Fire & Rescue								
Fire/Rescue Services								
Personal Services	\$	2,853,786	\$	3,727,039	\$	5,146,666	\$	6,405,515
Material and Services		281,617		372,508		577,112		700,058
Capital Outlay		348,398		133,460		148,967		109,000
Total	\$	3,483,801	\$	4,233,007	\$	5,872,745	\$	7,214,573
Emergency Management								
Personal Services	\$	110,577	\$	118,957	\$	119,656	\$	126,476
Material and Services		16,077		7,742		10,334		13,915
Capital Outlay		3,260		-		-		-
Total	\$	129,914	\$	126,699	\$	129,990	\$	140,391
Total Department of Fire & Rescue	\$	3,613,715	\$	4,359,706	\$	6,002,735	\$	7,354,964
General Fund Totals								
Personal Services	\$	21,685,791	\$	26,349,819	\$	30,799,024	\$	36,859,339
Material and Services	\$	6,667,412	\$	8,107,783	\$	9,383,035	\$	12,884,896
Capital Outlay	\$	1,334,645	\$	1,358,603	\$	921,885	\$	276,590
Transfers to Other Funds	\$	4,061,785	\$	7,083,624	\$	12,648,354	\$	8,243,626
Summary Total	<u>\$3</u>	3,749,633	\$4	2,899,829	\$5	3,752,298	\$ 5	8,264,451

	Progra	ım (Cost Center) /	Department	ts Relationships	S			
				Departmen				
	General	Organizational	Fiscal	Cultural	Development	Public	Public	Fire/
Program (Cost Center)	Government	Support	Services	Enrichment	Services	Infrastructure	Safety	EMS
City Manager (0510)								
Communications (0511)								
Major (0512)								
Fiduciary (0515)								
City Council (1005)								
City Clerk (1505)								
Municipal Court (1705)								
City Attorney (2005)								
Human Resources (2010)								
Treasure, Budget (3001)								
Accounting (3005)								
Purchasing (3010)								
Motor Vehicle (3015)								
Information Technology (3020)								
MPEC (601, 610)								
Administration (3505)								
Aquatic programs (3510)								
Rio Rancho Aquatic Ctr. (3511)								
Programming (3515)								
Resource Management (3526)								
KRRB (3530)								
Senior Services (4005)								-
Rio Transit (4010)								
Library (4505)								
Administration (5005)								
Zoning (5010)								
Building Inspection (5015)								
Planning (5020)								
Community Development (5025)								-
Administration (5501)								
Building Maintenance (5505)								
Custodial (5510)								
Fleet Maintenance (5512)								-
Streets & ROW (5515)				 				
				 				1
Engineering (5520)								
Utility Funds (501 - 572)								_
Administration (6005)								_
Communications (6010)								_
Animal Control (6020)								
Code Enforcement (6022)								
Law Enforcement (6025)								
Training (6040)								
Fire/Rescue (6030)								
Emergency Management (6045)								

MPEC = Multi Purpose Event Center
KRRB = Keep Rio Rancho Beautiful
This matrix correlating the relationship between City's Departments and Cost Centers. The top of the chart shows
Departments and Cost Centers are shown along the side. The interception between columns and rows, the shadow areas shows the relationship.